

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF WEST SHELBY)	
WATER DISTRICT FOR PURCHASED)	CASE NO. 2013-00157
WATER ADJUSTMENT)	

ORDER

On April 24, 2013, West Shelby Water District (“West Shelby”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. West Shelby purchases water from Louisville Water Company (“Louisville”) and Shelbyville Municipal Water and Sewer Commission (“Shelbyville”).
2. Louisville notified West Shelby that, effective July 1, 2013, Louisville will increase its wholesale water volumetric rate to West Shelby from \$1.99 per 1,000 gallons to \$2.05 per 1,000 gallons, and its monthly meter charge will increase from \$367.65 to \$402.80.
3. West Shelby proposes to apply a purchased water adjustment factor of \$0.07 per 1,000 gallons to its rates.
4. West Shelby proposes to adjust its rates on July 1, 2013.
5. During the 12 months ended February 28, 2013, West Shelby purchased 219,653,000 gallons of water from Louisville and 64,895,300 gallons of water from Shelbyville. It sold 260,248,300 gallons of water during the same period.

¹ KRS 278.015; 807 KAR 5:068.

6. West Shelby incorrectly calculated the purchased water adjustment factor. The correct purchased water adjustment factor, as calculated in Appendix A to this Order, is \$0.06 per 1,000 gallons. This factor is fair, just, and reasonable and should be approved.

7. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that West Shelby renders on and after July 1, 2013.

IT IS THEREFORE ORDERED that:

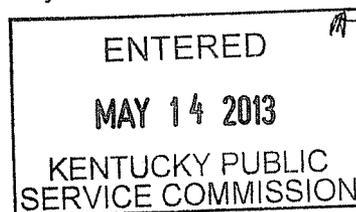
1. The purchased water adjustment factor of \$0.07 per 1,000 gallons and West Shelby's proposed rates are denied.

2. The purchase water adjustment factor of \$0.06 per 1,000 gallons is approved.

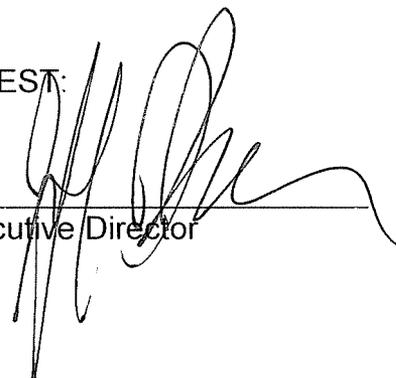
3. The rates set forth in Appendix B are approved for service that West Shelby renders on or after July 1, 2013.

4. Within 20 days of the date of this Order, West Shelby shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the approved rates, with an effective date of July 1, 2013.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2013-00157 DATED **MAY 14 2013**

	New Rate	Base Rate
Louisville		
Purchases in gallons	219,653,000	219,653,000
Volumetric rate	<u>\$ 2.05/1,000 gallons</u>	<u>\$ 1.99/1,000 gallons</u>
	\$ 450,288.65	\$ 437,109.47
Meter Charge rate	\$402.80/Month	\$367.65/Month
	<u>12 months</u>	<u>12 months</u>
	\$ 4,833.60	\$ 4,411.80
Total Costs	\$455,122.25	\$441,521.27
Shelbyville		
Purchases in gallons	64,895,300	64,895,300
Volumetric rate	NO CHANGE	NO CHANGE
Increased water cost		\$13,600.98
Increased water cost		\$ 13,600.98
Divided by gallons sold/1,000		<u>260,248,300</u>
Purchased water adjustment factor		\$ 0.0522
		or \$ 0.06

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00157 DATED MAY 14 2013

The following rates and charges are prescribed for the customers in the area served by West Shelby Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Rates

5/8-Inch Meter

First	2,500 gallons	\$17.46	Minimum Bill
Next	7,500 gallons	5.16	per 1,000 gallons
Next	20,000 gallons	4.84	per 1,000 gallons
Next	200,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

3/4-Inch Meter

First	3,500 gallons	\$22.61	Minimum Bill
Next	6,500 gallons	5.16	per 1,000 gallons
Next	20,000 gallons	4.84	per 1,000 gallons
Next	200,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

1-Inch Meter

First	5,000 gallons	\$30.36	Minimum Bill
Next	5,000 gallons	5.16	per 1,000 gallons
Next	20,000 gallons	4.84	per 1,000 gallons
Next	200,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

1 1/2-Inch Meter

First	10,000 gallons	\$56.15	Minimum Bill
Next	20,000 gallons	4.84	per 1,000 gallons
Next	200,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

2-Inch Meter

First	16,000 gallons	\$85.17	Minimum Bill
Next	14,000 gallons	4.84	per 1,000 gallons
Next	200,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

3-Inch Meter

First	30,000 gallons	\$152.90	Minimum Bill
Next	200,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

4-Inch Meter

First	50,000 gallons	\$241.45	Minimum Bill
Next	180,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

6-Inch Meter

First	100,000 gallons	\$462.82	Minimum Bill
Next	130,000 gallons	4.43	per 1,000 gallons
Over	230,000 gallons	4.02	per 1,000 gallons

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